

FISCAL NOTE

SB 1134 - HB 914

March 8, 1997

SUMMARY OF BILL: Expands the tuition discount program for children of retired state employees to include children under the age of 24 whose parent is a retired state employee with at least 20 years of full time creditable service. Such children shall receive a 25% reduction, for up to 10 years, in tuition at any state-operated institution of higher learning. Current law provides a 25% tuition discount to children under 24 years of age of retired state employees with 25 years of creditable service.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$46,000

Assumes lost revenues to higher education institutions will be replaced with state funds.

	<u>UT</u>	<u>TBR</u>
Est. FY 97-98 state employee dependent discount	\$244,300	\$
524,387		
Est. FY 97-98 retired state employee dep. ratio	<u>6%</u>	<u>6%</u>
Est. 97-98 retired state employee depen. discount	<u>\$14,658</u>	<u>\$31,463</u>
(Retirees with 20-24 yrs. of service)		

Estimates are based on using the cost of the actual participation of state employee dependents as a base with the assumption that the same rate of participation will occur for these retired employees. There are an estimated 2,246 retired state employees with 20-24 years of service.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director